BEFORE THE PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA

DOCKET NO. 94-728-S

S.C. PUBLIC SERVICE CHAMISSION

JUL 2 4 1905

APPLICATION OF BUSH RIVER)
UTILITIES, INC. FOR APPROVAL)

OF NEW SCHEDULE OF RATES AND CHARGES FOR SEWERAGE SERVICE PROVIDED TO RESIDENTIAL, COMMERCIAL AND WHOLESALE CUSTOMERS IN ALL

In Re:

AREAS SERVED

APPLICATION FOR ${}^{\bigcirc}{}^{\bigcirc}$ RATE INCREASE ${}^{\bigcirc}{}^{\circ}$

[Bate 5]]

Bush River Utilities, Inc. hereby applies to the South Carolina Public Service Commission for approval of an increase in its existing rates and charges pursuant to South Carolina Public Service Commission's Rules and Regulations and S.C. Code Ann. § 58-5-240 (Law. Co-op. Supp. 1994). In support of its application, Bush River Utilities, Inc. provides the following information:

- 1. Bush River Utilities, Inc. is a corporation organized and existing under the laws of the State of South Carolina and is a public utility within the meaning of S.C. Code Ann. § 58-5-10(3) (Law. Co-op. 1976). The legal name and principal office or place of business of the Applicant are Bush River Utilities, Inc., 816 East Main Street, Lexington, South Carolina 29072.
- 2. Correspondence or communications regarding this application should be addressed to:

Frank R. Ellerbe, III Robinson, McFadden, & Moore, P.C. Post Office Box 944 Columbia, South Carolina 29202 (803)779-8900 3. The contact person regarding ongoing operations of the Applicant is:

Keith G. Parnell Bush River Utilities, Inc. Post Office Box 258 Lexington, South Carolina 29072 (803) 359-4803

- 4. This application is for the approval of new schedules of rates and charges for sewerage service provided to its residential, commercial, and wholesale customers in all areas served. Current service area maps are on file with the Commission.
- 5. As of December 31, 1994, the Applicant was providing sewerage service to thirty-eight (38) residential and commercial customers under schedules of rates and charges approved by the Commission in Order Number 87-1151, Docket Number 86-355-S, dated October 14, 1987 (a copy of the present schedules is attached hereto and incorporated herein by reference as Exhibit 1).
- 6. The Applicant was also providing sewerage service to one
 (1) wholesale customer, Development Service, Inc., on December 31,
 1994.
- 7. Due to increased operating expenses and the need for capital improvements, the Applicant must increase its rates and charges, and respectfully submits, pursuant to S.C. Code Ann. § 58-5-240 (Law. Co-op. Supp. 1994), the attached new schedules, designated as Exhibit 2 and incorporated herein by reference. The new schedules would have produced additional operating revenues of \$124,250.47 based on the twelve-month period ending December 31, 1994. Notice of its intention to file the new schedules was given

more than thirty (30) days ago. Applicant is informed and believes that such schedules are just, lawful and reasonable, and intends to put the new schedules into operation for service rendered on or after the expiration of the time prescribed in subsection (C) or subsection (D), whichever is applicable, of S.C. Code Ann. § 58-5-240 (Law. Co-op. Supp. 1994), unless otherwise ordered by this Commission beforehand.

- 8. The Applicant requests that the Commission waive its requirement that the Applicant file recent letters of approval or satisfactory reports from the Department of Health and Environmental Control ("DHEC") constituting the DHEC's most recent approval to operate simultaneously with this Application. The Applicant expects to file letters of approval from DHEC either prior to or at the time of the hearing scheduled by the Commission in regard to this Application.
- 9. Attached hereto and incorporated by reference are Exhibits "3-9" inclusive, based on the proposed twelve-month test year ending December 31, 1994, and Exhibits "10-12" as required by the Commission's Rules, Regulations, and Directives and listed below:
 - Exhibit 3 Most current available income and expense statement for preceding twelve months.
 - Exhibit 4 Pro forma income and expense statement using proposed rates applied to proposed test year.
 - Exhibit 5 Balance sheet.
 - Exhibit 6 Depreciation schedule by categories of plant or average service lives.
 - Exhibit 7 Number of customers as of December 31, 1994,

and expected in the following twelve months.

| Exhibit 8 | Cost j charges | | cation | for | propos | ed | rates | and |
|-----------|-------------------|-------|--------|--------|---------|------|---------|-----|
| Exhibit 9 | Stateme | nt of | plant | invest | ment by | 7 Ca | ategori | es. |

Exhibit 10 Recent letters of approval or satisfactory reports from the Department of Health and Environmental Control constituting DHEC's most recent approval to operate. See paragraph 8.

Exhibit 11 Documentation to update performance bond.

Exhibit 12 Customer bill form.

WHEREFORE, Bush River Utilities, Inc., requests that the South Carolina Public Service Commission approve the new rates and charges as proposed herein and set forth in the attached schedules.

Respectfully submitted,

ROBINSON, McFADDEN & MOORE, P.C.

By *Anny TIME*

Frank R. Ellerbe, III Post Office Box 944 Columbia, SC 29202 (803) 779-8900

Attorneys for Bush River Utilities, Inc.

Columbia, South Carolina
July 21, 1995.

BUSH RIVER UTILITIES, INC.

APPROVED RATE SCHEDULES

SCHEDULE OF RESIDENTIAL RATES

| TYPE OF RESIDENCE | MONTHLY SERVICE CHARGE |
|--|--|
| Single Family Apartments (Per Unit) | \$10.00 per month \$ 9.50 per month |
| SCHEDULE OF COMMERCIAL RE | ATES |
| TYPE OF ESTABLISHMENT MONTHLY | SERVICE CHARGE FACTOR |
| Monthly Minimum Charge | \$10.00 |
| Car Washes | |
| Per Car | 1.575 |
| Churches | 10.00 |
| Factories: | |
| Each Employee (No Showers) Each Employee | .4641 |
| (With Showers) Each Employee | .6188 |
| (With Kitchen Facilities) | .7735 |
| Food Service Operations: | |
| Ordinary Restaurant (Not 24 hours) | |
| (Per Seat) 24 Hour Restaurant | 1.5561 |
| (Per Seat) Curb Service (Drive-In) | 2.3296 |
| (Per Car Space) Fast-Food Restaurant | 1.5561 |
| (Per Car Space) | 1.5561 |
| Vending Machine Restaurant (Per Machine) | .9282 |

| Institutions: | |
|---|--------------------------|
| Per Resident | 1.3195 |
| Laundries: | |
| Self Service (Per Machine) | 5.2871 |
| Mobile Homes: | |
| Per Person | 1.3195 |
| <pre>Motels:</pre> | |
| Per Unit (No Restaurant) | 1.3195 |
| Nursing Homes: | |
| Per Bed (No Laundry) Per Bed (With Laundry) | 1.3195 1.5561 |
| Offices: | |
| Per Person (No Restaurant) | .3913 |
| Picnic Parks: | |
| Average Attendance | .4641 |
| Rest Homes: | |
| Per Bed (No Laundry) Per Bed (With Laundry) | 1.3195 1.5561 |
| Schools: | |
| Per Person (No Showers, Gym, Cafeteria) | .3094 |
| Per Person (With Cafeteria, No Gym, Showers) | .3913 |
| Per Person (With Cafeteria, Gym, Showers) | .4641 |
| Service Stations: | |
| Without Bay First Bay (Per Bay) Each Additional Bay (Per Bay) | 10.92 15.54 7.7714 |

Shopping Centers:

Per 1,000 Square Ft. Space

Swimming Pools:

Per Person

(With Sanitary Facilities and Showers)

.3094

3.1122

Theaters:

Drive-in - Stall .1690 Indoor - Seat .1690

SCHEDULE OF WHOLESALE RATE

A wholesaler is a person or entity which collects the sewerage of one or more customers through the use of wholesaler's own mains and which charges a fee approved by this Commission for such service. In turn, the combined collected sewerage is discharged into a Bush River Utilities main.

The monthly service charge to a wholesaler shall be computed by aggregating the monthly service charges which Bush River would charge each customer if the customer was directly on Bush River's system. Seventy-five (75%) percent of this aggregate figure will be charged to the wholesaler as a monthly service charge. No charges may be rendered directly to any customer or wholesaler.

The monthly service charge shall be computed and adjusted annually and when a change is approved to the rate schedule of Bush River.

SCHEDULE OF TAP FEES

The "Water Pollution Control Division Guidelines for Unit Contributory Loadings of Waste Water Treatment Facilities (1972)" are incorporated herein by reference. To determine tap fees the following formula is used if the customers' BOD factor is greater than the BOD factor for a residence:

If the customer's BOD factor is less than the BOD factor of an equal volume of residential waste, the following formula should be used:

Total Volume (GPD) x 300 400 (gpd)

BUSH RIVER UTILITIES, INC.

NEW RATE SCHEDULES

SCHEDULE OF RESIDENTIAL RATES

| TYPE OF RESIDENCE | MONTHLY SERVICE CHARGE |
|--|------------------------|
| Single Family Apartments (Per Unit) | 18.00 17.10 |
| SCHEDULE OF COMMERCIAL RA | <u>TES</u> |
| TYPE OF ESTABLISHMENT | MONTHLY SERVICE CHARGE |
| Monthly Minimum Charge | 18.00 |
| Car Washes (per car) | 2.84 |
| Churches | 18.00 |
| Factories: | |
| Each Employee (No Showers) | 0.84 |
| Each Employee (With Showers) | 1.11 |
| (With Showers) Each Employee (With Kitchen Facilities) | 1.39 |
| Food Service Operations: | |
| Ordinary Restaurant (Not 24 hours) (Per Seat) | 2.80 |
| 24 Hour Restaurant (Per Seat) | 4.19 |
| Curb Service (Drive-In) | 2.80 |
| (Per Car Space) Fast-Food Restaurant (Drive-thru) | 2.80 |
| (Per Car Space) Vending Machine Restaurant | 1.67 |
| Institutions: | |
| Per Resident | 2.38 |

Laundries: Self Service 9.52 (Per Machine) Mobile Homes: Per Person 2.38 Motels: Per Unit 2.38 (No Restaurant) Nursing Homes: Per Bed (No Laundry) 2.38 Per Bed (With Laundry) 2.80 Offices: Per Person 0.70 (No Restaurant) Picnic Parks: Average Attendance 0.84 Rest Homes: Per Bed (No Laundry) 2.38 Per Bed (With Laundry) 2.80 Schools: Per Person 0.56 (No Showers, Gym, Cafeteria) Per Person 0.70 (With Cafeteria, No Gym, Showers) Per Person 0.84 (With Cafeteria, Gym, Showers) Service Stations: Without Bay 19.66

27.98

13.99

5.60

First Bay (Per Bay)

Shopping Centers:

Each Additional Bay (Per Bay)

Per 1,000 Square Ft. Space

Swimming Pools:

Per Person 0.56
(With Sanitary Facilities and Showers)

Theaters:

| Drive-in - Stall | 0.30 |
|------------------|------|
| Indoor - Seat | 0.30 |

SCHEDULE OF WHOLESALE RATE

A wholesaler is a person or entity which collects the sewerage of one or more customers through the use of wholesaler's own mains and which charges a fee approved by this Commission for such service. In turn, the combined collected sewerage is discharged into a Bush River Utilities main.

The monthly service charge to a wholesaler shall be computed by aggregating the monthly service charges which Bush River would charge each customer if the customer was directly on Bush River's system. Seventy-five (75%) percent of this aggregate figure will be charged to the wholesaler as a monthly service charge. No charges may be rendered directly to any customer or wholesaler.

The monthly service charge shall be computed and adjusted annually and when a change is approved to the rate schedule of Bush River.

SCHEDULE OF TAP FEES

The "Water Pollution Control Division Guidelines for Unit Contributory Loadings of Waste Water Treatment Facilities (1972)" are incorporated herein by reference. To determine tap fees the following formula is used if the customers' BOD factor is greater than the BOD factor for a residence:

If the customer's BOD factor is less than the BOD factor of an equal volume of residential waste, the following formula should be used:

Total Volume (GPD) x 300 400 (qpd)

BUSH RIVER UTILITIES, INC.

STATEMENT OF REVENUE COLLECTED AND EXPENSES PAID YEAR ENDED DECEMBER 31, 1994

Revenue

| enue | | |
|---|--------------------------------|----------------------|
| Sewer Service Tap Fees Late Charges | \$ 177,074.08 0 4,143.70 | <u>\$ 181,217.78</u> |
| angag | | |

Expenses

| Officer Salaries Collection Salaries & Wages Utilities Chemicals Lab Expense Plant Maintenance Collection Expense Administrative Salaries Office Supplies Insurance Outside Services | 40,040.00 30,423.65 38,193.71 3,284.89 878.60 7,745.76 10.00 11,353.41 656.61 8,396.26 3,160.96 | |
|--|---|-----------------------|
| Legal & Professional Expense Auto & Truck Expense | 2,700.00 2,143.75 | |
| Travel & Entertainment | 1,600.00 | |
| Telephone Expense | 790.76 | |
| Depreciation | 15,303.76 | |
| Property Taxes | 11,420.96 | |
| Payroll Taxes | 7,034.94 | |
| Interest Expense | <u>276.76</u> | <u>\$ -185,414.78</u> |

Net Income

\$ (4,197.00)

| LINE NO. | | PER BOOKS | ADJUSTMENTS | TEST YEAR ADJUSTED | EFFECT OF INCREASE | TY AFTER INCREASE |
|----------|---|--------------|-------------|-----------------------|-----------------------|-------------------|
| 1 | OPERATING REVENUES | | | ABOUTED | MOHEROL | HOTEROE |
| 2 | Sewer Service | 177,074.08 | 0 | 177,074.08 | 125,274.08 | 302,348.16 |
| 3 | Tap Fees | 0 | 0 | 0 | 0 | 0 |
| 4 | Late Charges | 4,143.70 | (1,023.61) | 3,120.09 | 0 | 3,120.09 |
| 5 | TOTAL OPERATING REVENUES | 181,217,78 | (1,023.61) | 180,194.17 | 125,274.08 | 305,468.25 |
| | | | | | | |
| 6 | OPERATING EXPENSES | | | | | |
| 7 | Collection Salaries | 30,423.65 | 41,608.90 | 72,032.55 | 0 | 72,032.55 |
| 8 | Administrative Salaries | 11,353.41 | (1,157.51) | 10,195.90 | 0 | 10,195.90 |
| 9 | Officer Salaries | 40,040.00 | 6,006.00 | 46,046.00 | 0 | 46,046.00 |
| 10 | Plant Maintenance | 7,745.76 | 254.24 | 8,000.00 | 0 | 8,000.00 |
| 11 | Utilities | 38,193.71 | 3,806.29 | 42,000.00 | 0 | 42,000.00 |
| 12 | Chemicals | 3,284.89 | 2,715.11 | 6,000.00 | 0 | 6,000.00 |
| 13 | Office Supplies | 666.61 | 83.39 | 750.00 | 0 | 750.00 |
| 14 | Lab Expense | 878.60 | 21.40 | 900.00 | 0 | 900.00 |
| 15 | Vehicle Expenses | 2,143.75 | 6.25 | 2,150.00 | 0 | 2,150.00 |
| 16 | Outside Services | 3,160.96 | 39.04 | 3,200.00 | 0 | 3,200.00 |
| 17 | Interest | 276.76 | 2,798.24 | 3,075.00 | 0 | 3,075.00 |
| 18 | Travel & Entertainment | 1,600.00 | (100.00) | 1,500.00 | 0 | 1,500.00 |
| 19 | Legal and Professional | 2,700.00 | 2,100.00 | 4,800.00 | 0 | 4,800.00 |
| 20 | Insurance | 8,396.26 | 103.74 | 8,500.00 | 0 | 8,500.00 |
| 21 | Telephone Expense | 790.76 | 9.24 | 800.00 | 0 | 800.00 |
| 22 | Payroll Taxes | 7,034.94 | 3,227.02 | 10,261.96 | 0 | 10,261.96 |
| 23 | Depreciation | 15,303.76 | 3,334.57 | 18,638.33 | 0 | 18,638.33 |
| 24 | Sludge Removal | 0 | 20,000.00 | 20,000.00 | 0 | 20,000.00 |
| 25 | Principal on Highway Department Note | 0 | 6,440.00 | 6,440.00 | 0 | 6,440.00 |
| 26 | Regulatory Commission Expense | 0 | 1,650.00 | 1,650.00 | 0 | 1,650.00 |
| 27 | Property Taxes | 11,420.96 | 3,529.04 | 14,950.00 | 0 | 14,950.00 |
| 28 | State Income Tax | 0 | 0 | 0 | 1,178.93 | 1,178.93 |
| 29 | Federal Income Tax | 0 | 0 | 0 | 3,536.78 | 3,536.78 |
| 30 | TOTAL OPERATING EXPENSES | 185,414.78 | 96,474.96 | 281,889.74 | 4,715.71 | 286,605.45 |
| 31 | OPERATING INCOME | (4,197.00) | (97,498.57) | (101,695.57) | 120,558.37 | 18,862.80 |
| 32 | OPERATING MARGIN-% | (2.32%) | | (56.44%) | | |

BUSH RIVER UTILITIES, INC.

PRO FORMA INCOME AND EXPENSE STATEMENT TWELVE MONTHS ENDING DECEMBER 31, 1994 DETAIL OF ADJUSTMENTS

OPERATING REVENUES

Line 2 <u>Sewer Service</u>

Income is calculated based on achieving an 8% operating margin before taxes. Prior approved rates were used to develop an allocation of billings to each existing active customer served by Bush River Utilities, Inc. Based on this method, projected rates are increased by 80% over current rates.

Line 4 <u>Late Charges</u>

Late Charges are projected at 2.5% of Sewer Service revenue (excluding DSI billings) based on historical data.

OPERATING EXPENSES

Line 7 <u>Collection Salaries</u>

Adjustments to Collection Salaries include the following:

- 1. A 15% increase has been factored into current costs to offset inflation increases.
- 2. A portion of Collection Salaries is reclassified from Development Services, Inc. to more accurately reflect allocation of time.
- 3. One new position is added to operate the sludge removal operation.

Line 8 <u>Administrative</u> Salaries

Adjustments to Administrative Salaries include the following:

- 1. A 15% increase has been factored into current costs to offset inflation increases.
- 2. A portion of Administrative Salaries is reclassified to Midlands Utilities, Inc. to more accurately reflect allocation of time.

Line 9 Officer Salaries

A 15% increase has been factored into current costs to offset inflation increases.

Line 10 Plant Maintenance

Based on historical data. No material increases anticipated.

Line 11 <u>Utilities</u>

Increase is due to the additional cost of operating the sludge removal equipment.

Line 12 <u>Chemicals</u>

Increase is based on additional costs required to process sludge.

Line 13 Office Supplies

Based on historical data. No material increases anticipated.

Line 14 <u>Lab Expense</u>

Based on historical data. No material increases anticipated.

Line 15 <u>Vehicle Expenses</u>

Based on historical data. No material increases expected.

Line 16 <u>Outside Services</u>

Based on historical data. No material increases anticipated.

Line 17 <u>Interest Expense</u>

Increased to include interest on debt to Highway Department assuming a five year payment schedule financed at 8%.

Line 18 <u>Travel & Entertainment</u>

Based on historical data. No material increases anticipated.

Line 19 Legal & Professional

Increase represents additional cost associated with computerized accounting processing and increased legal fees.

Line 20 <u>Insurance</u>

Based on historical data. No material increases anticipated.

Line 21 <u>Telephone Expense</u>

Based on historical data. No material increases anticipated.

Line 22 Payroll Taxes

Increase reflects changes in salary expense discussed above.

Line 23 <u>Depreciation</u>

Based on depreciation schedule attached.

Line 24 <u>Sludge Removal</u>

Increase represents projected cost of removal of sludge residue based on estimates of yearly volume and removal costs provided by outside vendors.

Line 25 Principal on Highway Department Note

Included to fund principal payments on debt to Highway Department.

Line 26 Regulatory Commission Expense

Increase reflects legal and accounting costs associated with the application.

Line 27 <u>Property Taxes</u>

Increase to reflect yearly projected tax expense.

Line 28 State Income Taxes

Based on state tax rate of 5% of projected operating margin.

Line 29 <u>Federal Income Taxes</u>

Based on federal tax rate of 15% of projected operating margin.

BUSH RIVER UTILITIES, INC. STATEMENT OF ASSETS AND LIABILITIES **DECEMBER 31, 1994**

ASSETS

Utility Plant

| Utility Plant in Service | \$ 336,721.53 | |
|--------------------------|---------------|-----------|
| Accum. Depreciation | (181,328.83) | |
| Acquisition Adjustment | (102,789.48) | 52,603.22 |

Other Property & Investments

| Non-Utility Plant Land 40,000.00 | 96,417.77 | |
|----------------------------------|-------------|---------------|
| Accum. Depreciation | (90,342.14) | 46,075.63 |
| Current & Accrued Assets | | |
| Cash 438.19 | | |
| Notes Receivable - DSI | 86,910.56 | |
| Notes Receivable - Midlands | 6,149.90 | |
| Loans to Stockholder | 32,004.30 | 125,502.95 |
| TOTAL ASSETS | | \$ 224,181.80 |

LIABILITIES

Equity Capital

Common Stock 7,000.00 (Authorized 100,000 shares, \$1.00 par value, issued & outstanding 7,000 shares) Paid in Capital 25,771.00 Beginning Retained Earnings 154,459.19 Unappropriated Retained Earnings (4,197.00)<u>183,033.19</u>

Current & Accrued Liabilities

| Note Payable 38,400.00 FICA & Federal Withholding State Withholding | 2,332.16 <u>416.45</u> | 41,148.61 |
|---|---------------------------|-----------|
|---|---------------------------|-----------|

TOTAL LIABILITIES \$ 224,181.80

BUSH RIVER UTILITIES, INC. FIXED ASSETS AND DEPRECIATION

| | | DEDDEGI | | | | | DEPRECIATION | N |
|---------------------------------|-------|----------|--------|----------|---------------------------------------|-------------|--------------|-------------|
| DESCRIPTION | | DEPRECIA | | DATE | | ACCUMULATED | CURRENT | ACCUMULATED |
| SEWER PLANT: | МЕТНО | D YEAR | RATE | ACQUIRED | COST | 1/1 | EXPENSE | 12/31 |
| SEWER SYSTEM - NET | | | | | | | | |
| SEWER ADDITIONS | 01 | YR 17 | 0.0300 | Jan-79 | 135,511.52 | 113,868.70 | 6,775.58 | 120,644,28 |
| SEWER ADDITIONS SEWER ADDITIONS | 02 | YR 12 | 0.0667 | Jan-84 | 32,458.25 | 21,642.07 | 2,164.97 | 23,807.04 |
| SEWER ADDITIONS SEWER LINE | 02 | YR 11 | 0.0667 | Dec-85 | 13,043.12 | 7,030.10 | 869.98 | 7,900,08 |
| | 02 | YR 10 | 0.0667 | Aug-86 | 5,078.38 | 2,511.50 | 338.73 | 2,850,23 |
| SEWER LINE - HWY DEPT | 02 | YR 10 | 0.0667 | Apr-86 | 38,400.00 | 19,843.84 | 2,561.28 | 22,405.12 |
| MAN HOLE | 02 | YR 09 | 0.0667 | Dec-87 | 1,350.00 | 547.65 | 90.05 | 637.70 |
| MAN HOLE | 02 | YR 08 | 0.0667 | Apr-88 | 1,400.00 | 536,80 | 93.38 | 630.18 |
| 1 AIREATOR FLOAT | 02 | YR 07 | 0.0667 | Jun-89 | 6,690.78 | 2,007.92 | 446.28 | 2,454.20 |
| BELT COMPRESS AND HOUSING | 02 | YR 01 | 0.0667 | Jan-95 | 50,000.00 | | 3,335.00 | 3,335.00 |
| SUBTOTAL - SEWER PLANT | | | • | | 283,932.05 | 167,988.58 | 16,675.25 | 184,663,83 |
| GENERAL PLANT: | | | | | | | | |
| FURNITURE & FIXTURES | | | | | | | | |
| COMPUTER | 03 | YR 04 | 0.2500 | Dec-79 | 832.00 | 832.00 | 0.00 | 832.00 |
| VEHICLE - PU | 03 | YR 04 | 0.2500 | Jan-80 | 4,826.00 | 4,826.00 | 0.00 | 4,826.00 |
| · = | 03 | YR 04 | 0.2500 | Jan-80 | 6,556.00 | 6,556.00 | 0.00 | 6,556.00 |
| EQUIPMENT - TRACTOR | 04 | YR 03 | 0.3330 | May-81 | 2,840.00 | 2,840.00 | 0.00 | 2,840.00 |
| EQUIPMENT | 04 | YR 03 | 0.3330 | Jul-81 | 12,416.00 | 12,416.00 | 0.00 | 12,416.00 |
| METAL STORAGE SHED | 05 | YR 05 | 0.2000 | Mar-81 | 14,159.00 | 14,159.00 | 0.00 | 14,159.00 |
| SEPTIC TANK | 05 | YR 05 | 0.2000 | Jun-81 | . 270.00 | 270.00 | 0.00 | 270.00 |
| FURNITURE | 06 | YR 03 | 0.3700 | Jan-82 | 1,460.00 | 1,460.00 | 0.00 | 1,460.00 |
| LAB EQUIPMENT | 06 | YR 03 | 0.3700 | Jan-82 | 5,263.00 | 5,263.00 | 0.00 | 5,263.00 |
| PICK-UP | 06 | YR 03 | 0.3700 | Jan-82 | 1,100.00 | 1,100.00 | 0.00 | 1,100,00 |
| SEWER CLEANER | 07 | YR 05 | 0.2100 | Jun-85 | 14,000.00 | 14,000.00 | 0.00 | 14,000.00 |
| OFFICE FURNITURE | 07 | YR 05 | 0.2100 | Jan-86 | 945,00 | 945.00 | 0.00 | 945.00 |
| FORD TURCK | 06 | YR 03 | 0.3700 | Feb-86 | 9,605.11 | 9,605,11 | 0.00 _ | 9,603.11 |
| DODGE TRUCK | 08 | YR 06 | ###### | Feb-90 | 17,795.00 | 11,115.00 | 1,575.00 | 12,690.00 |
| FLOW METERS | 09 | YR 06 | 0.0892 | Mar-90 | 2,619.63 | 1,801.26 | 233.67 | 2,034.93 |
| FLOW METERS | 09 | YR 06 | 0.0892 | Apr-90 | 400.00 | 275.04 | 35.68 | 310.72 |
| FLOW METERS | 09 | YR 06 | 0.0892 | Oct-90 | 1,331.03 | 915.22 | 118.73 | 1,033.95 |
| SUBTOTAL - GENERAL PLANT | | | | _ | 96,417.77 | 88,378.63 | 1,963.08 | 90,341,71 |
| TOTAL | | | | = | 380,349.82 | 256,367.21 | 18,638.33 | 275,005.54 |
| | | | | | · · · · · · · · · · · · · · · · · · · | | | |

MONTHLY DEPRECIATION EXPENSE:

1,553.19

DEPRECIAITON METHOD:

^{(01) 20} YR S/L

^{(02) 15} YR S/L

^{(03) 04} YR S/L

^{(04) 03} YR S/L

^{(05) 05} YR S/L

^{(06) 03} YR ACRS

^{(07) 05} YR ACRS

^{(08) 05} YR MACRS, HY

^{(09) 07} YR MACRS, HY

BUSH RIVER UTILITIES, INC.

NUMBER OF PRESENT AND EXPECTED CUSTOMERS IN THE FOLLOWING TWELVE MONTHS

| CLASS OF CUSTOMER | 12/31/94 | 12/31/95 |
|-------------------|----------|----------|
| Residential | 0 | 0 |
| Commercial | 38 | 38 |
| Wholesale | 1 | 1 |

BUSH RIVER UTILITIES, INC.

COST JUSTIFICATION FOR PROPOSED RATES AND CHARGES

The company's last proposed rate increase was approved on October 14, 1987, and was based on the level of operating expenses experienced and projected for 1987. The proposed monthly rates were selected to allow the company the opportunity to earn a reasonable operating margin and a reasonable return on its rate base. The proposed new monthly rate schedules are necessary to assure confidence in the financial soundness of the company and to provide adequate and sufficient service to its customers.

\$523,139.30

BUSH RIVER UTILITIES, INC.

STATEMENT OF PLANT INVESTMENT BY CATEGORIES AS OF DECEMBER 31, 1994

| TOTAL COLLECTION PLANT | | \$238,301.00 |
|--|--|--------------|
| TOTAL TREATMENT AND DISPOSAL PLANT | | \$152,771.19 |
| GENERAL PLANT | | |
| Land & land rights Structures & improvements Office Furniture & equipment Transportation Equipment Laboratory Equipment Power Operated Equipment | 40,000.00 14,429.00 8,063.00 35,056.11 5,263.00 29,256.00 | |
| TOTAL GENERAL PLANT | | \$132,067.11 |

TOTAL SEWERAGE UTILITY PLANT

BUSH RIVER UTILITIES, INC.

The Applicant requests that the Commission waive the requirement that recent letters of approval from the Department of Health and Environmental Control be filed simultaneously with the application. As noted in paragraph 8 of the application, Bush River Utility expects to file the approval letters prior to the Commission's hearing on the application.

BUSH RIVER UTILITIES

P.O.BOX 258 LEXINGTON, S.C. 29072 TELEPHONE 359-4803

INVOICE

DATE OF BILLING: 06/25/95

ACCOUNT # : BR-01

SEWER SERVICE FOR JUNE ,1994

ACCOUNT

NAME : ATTN :

ADDRESS :

CITY : COLUMBIA STATE : SC ZIP : 29226 -

A C C O U N T A C T I V I T Y

| PREVIOUS BALANCE | 18.78 |
|----------------------|----------|
| PAYMENT RECEIVED | 18.78 |
| DATE OF PAYMENT | 06/09/95 |
| PAST DUE | |
| LATE CHARGE | 0.00 |
| SEWER SERVICE CHARGE | 18.78 |

A 1.5% LATE CHARGE WILL BE ADDED TO ANY UNPAID BALANCE NOT PAID WITHIN 25 DAYS OF BILLING DATE .